

AMENDED IN ASSEMBLY JANUARY 11, 2010

CALIFORNIA LEGISLATURE—2009—10 REGULAR SESSION

ASSEMBLY BILL

No. 1460

Introduced by ~~Assembly Member Solorio~~ *Committee on Jobs, Economic Development, and the Economy (V. Manuel Perez (Chair), Logue, Beall, Bill Berryhill, Block, Huber, and Salas)*

February 27, 2009

~~An act to add Section 13997.5 to, and to repeal and add Section 15570 of, the Government Code, relating to economic development. An act to add the heading of Chapter 1 (commencing with Section 99500) to Title 20 of, to add Chapter 2 (commencing with Section 99600), Chapter 3 (commencing with Section 99700), and Chapter 4 (commencing with Section 99800) to Title 20 of, to repeal Chapter 4 (commencing with Section 6300) of Division 7 of Title 1 of, and to repeal Chapter 8 (commencing with Section 8700) and Chapter 8.1 (commencing with Section 8710) of Division 1 of Title 2 of, the Government Code, relating to state government.~~

LEGISLATIVE COUNSEL'S DIGEST

AB 1460, as amended, ~~Solorio~~ *Committee on Jobs, Economic Development, and the Economy. Economic development. State government: international relations.*

Existing law authorizes any public corporation, as defined, and specified private corporations to apply for the privilege of establishing, operating, and maintaining a foreign trade zone in accordance with federal law, and provides that any public or private corporation whose application is granted pursuant to federal law is authorized to establish, operate, and maintain a foreign trade zone, subject to specified conditions.

Existing law establishes the Office of California-Mexico Affairs to serve as a clearinghouse for information and assistance to other state agencies involved with Mexico, and to develop favorable relations with Mexico.

Existing law establishes the California-Mexico Border Relations Council to consist of specified state officials. The duties of the council include, among other things, coordinating activities of state agencies that are related to cross-border programs, initiatives, projects, and partnerships that exist within state government. The council is required to annually submit a report on its activities to the Legislature.

This bill would recodify and reorganize the above provisions.

(1) Existing law requires the Secretary of Labor and Workforce Development to convene a biennial economic strategy panel, known as the California Economic Strategy Panel and consisting of specified appointed members, for purposes of providing recommendations regarding a California Economic Development Strategic Plan and to review those recommendations made by the panel in its biennial economic development strategic plan document, as specified. Existing law requires the panel to address various specified matters of concern, including the development of a system of accountability for use in the annual state budget process and in the legislative process to measure the performance of all state policies, programs, and tax expenditures intended to stimulate the economy. Existing law also requires the panel to submit a report of its findings and recommendations to the Legislature no later than one year after its first meeting after January 1, 2005.

This bill would, instead, require the California Economic Strategy Panel to prepare and submit a preliminary version of the California Economic Development Strategic Plan to the Governor and the Legislature prior to January 1, 2011, and to prepare a final version of the plan within 5 months of the conclusion of required hearings by the Legislature on the preliminary version of the plan. The bill would require the development of the plan to be funded from private donations. The bill would require the Secretary of Labor and Workforce Development to collaborate with the Secretaries of Business, Transportation and Housing and Food and Agriculture in leading the preparation of the California Economic Development Strategic Plan and would require the panel to assess specified matters in preparing the plan, to consult with other state entities, and to review and include certain materials appropriate to completion of the plan. The bill would require that particular components be included in the plan and would delete a system

of accountability for use in the state budget process from required elements for the panel’s consideration. The bill would require the panel to review the plan 5 years after its finalization and every 5 years thereafter and to update the plan as the panel determines necessary. The bill would modify the composition of the California Economic Strategy Panel by adding the Secretary of Business, Transportation and Housing, the Secretary of Food and Agriculture, the Director of the Office of Small Business Advocate, and the Executive Director of the California Council on Science and Technology, as members of the panel and would, beginning October 1, 2011, require the panel to report biennially to the Legislature on its activities.

(2) Existing law creates the California Economic Development Fund, and provides for the deposit of government and private economic development funds into it. Under existing law, these funds, upon appropriation by the Legislature, may be expended by the Secretary of Business, Transportation and Housing for economic development purposes.

This bill would authorize the Secretary of Business, Transportation and Housing to accept monetary gifts, which would be deposited in the California Economic Development Fund, for the cost of developing and updating economic and workforce development studies, strategies, and policies. The bill would require the secretary to record each gift and to file a copy of the record with the Business, Transportation and Housing Agency.

Vote: majority. Appropriation: no. Fiscal committee: ~~yes~~-no. State-mandated local program: no.

The people of the State of California do enact as follows:

- 1 SECTION 1. Chapter 4 (commencing with Section 6300) of
- 2 Division 7 of Title 1 of the Government Code is repealed.
- 3 SEC. 2. Chapter 8 (commencing with Section 8700) of Division
- 4 1 of Title 2 of the Government Code is repealed.
- 5 SEC. 3. Chapter 8.1 (commencing with Section 8710) of
- 6 Division 1 of Title 2 of the Government Code is repealed.
- 7 SEC. 4. The heading of Chapter 1 (commencing with Section
- 8 99500) is added to Title 20 of the Government Code, to read:

9
10 CHAPTER 1. GENERAL PROVISIONS
11

1 SEC. 5. Chapter 2 (commencing with Section 99600) is added
2 to Title 20 of the Government Code, to read:

3

4

CHAPTER 2. FOREIGN TRADE ZONES

5

6

99600. As used in this chapter, "public corporation" means
7 the state, any political subdivision thereof, any incorporated
8 municipality therein, any public agency of the state, any political
9 subdivision thereof, any municipality therein, or any corporate
10 municipal instrumentality of this state or of this state and one or
11 more other states.

12

99601. As used in this chapter, "act of Congress" means the
13 act of Congress approved June 18, 1934, entitled "An act to
14 provide for the establishment, operation, and maintenance of
15 foreign-trade zones in ports of entry of the United States, to
16 expedite and encourage foreign commerce, and for other purposes"
17 (19 U.S.C. Sec. 81a et seq.).

18

99602. Any public corporation may apply for the privilege of
19 establishing, operating, and maintaining a foreign trade zone in
20 accordance with the act of Congress.

21

99603. Any private corporation organized under the laws of
22 the state subsequent to September 15, 1935, for the purpose of
23 establishing, operating, and maintaining a foreign trade zone in
24 accordance with the act of Congress may apply for the privilege
25 of establishing, operating, and maintaining a foreign trade zone
26 in accordance with the act of Congress.

27

99604. Any public or private corporation authorized by this
28 chapter to apply for the privilege of establishing, operating, and
29 maintaining a foreign trade zone and whose application is granted
30 pursuant to the terms of the act of Congress may establish, operate,
31 and maintain a foreign trade zone:

32

(a) Subject to the conditions and restrictions of the act of
33 Congress, and any amendments thereto.

34

(b) Under these rules and regulations and for the period of time
35 that may be prescribed by the board established by the act of
36 Congress to carry out the provisions of the act.

37

99605. If authorized to establish, operate, and maintain a
38 foreign trade zone, a public corporation may, in addition to its
39 other powers:

1 (a) Provide for indemnity or assurance to the United States or
2 its agencies as they may request.

3 (b) Deposit these sums of money with the United States as the
4 United States or its agencies may request, providing these moneys
5 are available for that purpose by direct appropriation or otherwise.

6 SEC. 6. Chapter 3 (commencing with Section 99700) is added
7 to Title 20 of the Government Code, to read:

8
9 CHAPTER 3. OFFICE OF CALIFORNIA-MEXICO AFFAIRS

10
11 99700. The Legislature finds and declares the following:

12 (a) The economics of the United States and Mexico have become
13 increasingly integrated, particularly since the 1994 adoption of
14 the North American Free Trade Agreement, or NAFTA.

15 (b) This integration has brought both California and Mexico
16 opportunities and challenges in the areas of economic development,
17 labor relations, and environmental protection.

18 (c) The California Office of the Southwest Border Regional
19 Conference (formerly commission) was established as part of a
20 joint American border states effort to further and develop favorable
21 relations with the six Mexican border states.

22 (d) The efforts of the California office of the conference continue
23 to be an essential part of California's interaction with Mexico.

24 (e) It is important for the state and for the nation that state
25 agencies continue to address important United States-Mexico
26 issues.

27 (f) The Office of California-Mexico Affairs provides a focal
28 point in state government to serve as a clearinghouse for
29 information and assistance to other state agencies which are
30 involved with Mexico.

31 99701. The following definitions shall govern the construction
32 of this chapter:

33 (a) "Conference" means the Southwest Border Regional
34 Conference.

35 (b) "Office" means the Office of California-Mexico Affairs.

36 99702. (a) There is in state government an Office of
37 California-Mexico Affairs. Within this office the operations of the
38 California Office of the Southwest Border Regional Conference
39 shall be continued.

1 **(b)** *The office succeeds to and is vested with all the duties,*
2 *powers, purposes, and responsibilities vested in the California*
3 *office of the conference and previously vested in the Commission*
4 *of the Californias.*

5 **(c)** *The office shall have possession and control of all records,*
6 *papers, offices, equipment, supplies, moneys, funds, appropriations,*
7 *land, and other property, real or personal, held for the benefit or*
8 *use of the California office of the conference, or previously held*
9 *for the benefit or use of the commission, in the performance of the*
10 *duties, powers, purposes, responsibilities, and jurisdiction of the*
11 *California office of the conference or the commission.*

12 99703. *The members of the Southwest Border Regional*
13 *Conference shall be the governors of the four American border*
14 *states. The California member of the conference is the Governor*
15 *of California or his or her designee.*

16 99704. *The office shall further and develop favorable relations*
17 *with the State of Baja California, the State of Baja California Sur,*
18 *other Mexican states bordering on the United States, and the*
19 *remaining states and territories of the Republic of Mexico*
20 *necessary for the completion of the office's tasks. The office shall*
21 *cooperate with similar organizations and agencies situated within*
22 *California, the United States, or Mexico, to further economic*
23 *development, improve working conditions and living standards,*
24 *and foster the protection and improvement of the environment in*
25 *Mexico and California. The office shall avail itself of the services*
26 *of San Diego State University, which is engaged in educational,*
27 *cultural, and research activities with Mexico. The office shall be*
28 *responsible for carrying out the ongoing responsibilities of the*
29 *Southwest Border Regional Conference.*

30 99705. *The Governor shall appoint a director of the office.*
31 *The director may appoint and employ any personnel whom he or*
32 *she deems necessary to carry out the functions of the office. The*
33 *office may incur all necessary expenses to effectuate its purposes*
34 *and may accept grants from federal and state agencies. The office*
35 *may also accept funds from private organizations or individuals*
36 *in order to assist it in the accomplishment of its functions as set*
37 *forth in this chapter.*

38 99706. *Members and employees of the office may travel outside*
39 *of California and may hold hearings and conduct investigations*
40 *within and outside of the state whenever necessary to carry out*

1 *the duties set forth in this chapter. Members and employees may*
2 *acquire any available information from any governmental agency*
3 *within the United States or Mexico necessary to the completion of*
4 *their tasks.*

5 *99707. The office shall be responsible for the establishment of*
6 *committees in those topic areas deemed necessary by the director.*
7 *Recommendations of the committees shall not be binding on the*
8 *Governor or the Legislature but shall only be advisory in nature.*

9 *SEC. 7. Chapter 4 (commencing with Section 99800) is added*
10 *to Title 20 of the Government Code, to read:*

11
12 *CHAPTER 4. CALIFORNIA-MEXICO BORDER RELATIONS COUNCIL*

13
14 *99800. The following definitions shall apply to this chapter:*
15 *(a) "Border" means the line of demarcation between California*
16 *and Mexico.*

17 *(b) "Council" means the California-Mexico Border Relations*
18 *Council.*

19 *(c) "Public agency" means a city, county, city and county,*
20 *district, or the state or any agency or department of the state.*

21 *99801. (a) The California-Mexico Border Relations Council*
22 *is hereby established in state government. The council shall consist*
23 *of the Secretary of the Natural Resources Agency, the Secretary*
24 *for Environmental Protection, the Secretary of California Health*
25 *and Human Services, the Secretary of Business, Transportation*
26 *and Housing, the Secretary of Food and Agriculture, and the*
27 *Secretary of California Emergency Management.*

28 *(b) The Secretary for Environmental Protection shall chair the*
29 *council.*

30 *99802. The council shall do all of the following:*

31 *(a) Coordinate activities of state agencies that are related to*
32 *cross-border programs, initiatives, projects, and partnerships that*
33 *exist within state government, to improve the effectiveness of state*
34 *and local efforts that are of concern between California and*
35 *Mexico.*

36 *(b) Establish policies to coordinate the collection and sharing*
37 *of data related to cross-border issues between and among agencies.*

38 *(c) Identify and recommend to the Legislature changes in law*
39 *needed to achieve the goals of this section.*

1 99803. Beginning January 1, 2008, the council shall submit a
2 report to the Legislature on the council's activities annually.

3 SECTION 1. This act shall be known and may be cited as the
4 California Innovation, Technology, and Science Policy Act.

5 SEC. 2. The Legislature finds and declares all of the following:

6 ~~(a) California is the eighth largest economy in the world, with
7 a gross state product of over one trillion seven billion dollars
8 (\$1,700,000,000,000). The state's significance in the global
9 marketplace results from a variety of factors, including the
10 following:~~

11 ~~(1) Its strategic west coast location that provides direct access
12 to the growing markets and technology centers in Asia, Mexico,
13 and Latin America.~~

14 ~~(2) Its diverse regional economies.~~

15 ~~(3) Its large, young, and ethnically diverse population that
16 provides a ready workforce, a source of cultural intelligence for
17 pursuing international business, and a significant consumer base.~~

18 ~~(4) Its access to a wide variety of venture and other private
19 capital.~~

20 ~~(5) Its large number and broad base of small- and medium-sized
21 businesses.~~

22 ~~(6) Its rich inventory of skilled participants in an innovation
23 economy, including not only technologists and scientists, but also
24 designers and entrepreneurs.~~

25 ~~(7) Its history of pioneering innovation business models, with
26 the Hollywood entertainment industry, electronic commerce,
27 venture capital businesses, and the Lockheed skunk works
28 representing some well-known examples of this innovation.~~

29 ~~(8) Its culture of innovation and entrepreneurship, particularly
30 in the area of high technology.~~

31 ~~(b) In general, California is well-positioned to take advantage
32 of the new technologies and innovations. However, other states
33 and foreign countries are also vying for direct investment and for
34 leadership in current and emerging technology industries as well
35 as the sciences supporting and relating to those industries.
36 Connecticut, Massachusetts, Texas, New Mexico, New York, New
37 Jersey, Florida, and Pennsylvania all have proactive economic
38 competitiveness policies. Countries in Europe and Asia, such as
39 Finland and Singapore, are also successfully pursuing national
40 innovation strategies. Germany and Japan have already surpassed~~

1 California's once leading position in solar and wind energy through
2 targeted policies and initiatives.

3 (e) ~~The bases for competition in an increasingly globalized
4 innovation economy are shifting. California can no longer compete
5 based on being the low-cost player. The increasing desirability of
6 countries, such as China, to companies seeking to outsource
7 manufacturing services and research and development is well
8 known. Dozens of countries around the world are pursuing national
9 innovation agendas at flank speed as the perception grows of a
10 global value chain with many different players and phases:
11 scientific discovery, research and development, business
12 development, management and logistics innovation, energy
13 efficiency, increases in productivity, and commercialization. These
14 countries are working to carve out new positions in this global
15 value chain. Given this global context, California must reexamine
16 and reframe its role within the emerging global innovation
17 economy and develop skills of systems integration and
18 collaboration in a world in which competition is less about "I win,
19 you lose" dynamics and more about "co-opetition," with the value
20 chain spreading out around the world to serve regional and local
21 markets.~~

22 (d) ~~California could lose its pivotal global role in the design and
23 manufacture of technologies by not implementing its own
24 proactive, aggressive, and comprehensive strategy for supporting
25 California's technology-based industries, including, but not limited
26 to, computers, commercial space, biotech, digital media, Web 2.0,
27 cleantech, energy generation, and nanotech.~~

28 (e) ~~Supporting the state's technology economy will require the
29 state to increase its investment in the human and physical
30 infrastructure necessary to support this type of innovation. This
31 investment cannot simply fund "more of the same." Rather, the
32 state needs new kinds of fundable strategies that will lead it into
33 new streams of opportunities.~~

34 (f) ~~California's innovation and technology policies should be
35 regularly updated to reflect emerging scientific developments,
36 business and financing trends, and the changing needs of
37 California's businesses and workers. It should seek to capitalize
38 on best practices in strategic and technology foresight and related
39 time dynamics that tie critical trends and actions together in order
40 to capture a sense of the emerging agendas and emerging~~

1 large-scale challenges that galvanize resources and the public’s
 2 imagination.

3 (g) California’s innovation and technology policies must pay
 4 attention to the methods used by educational institutions to provide
 5 critical advantages that leverage workforce training innovations
 6 in this new global economy. The California institutes provide an
 7 example of research innovation in this area. Other countries are
 8 now innovating in their education enterprise, and a recent example
 9 of this process is Finland’s announcement of an “Innovation
 10 University.”

11 (h) To be successful, the state’s innovation and technology
 12 policies must reflect a stewardship function that addresses
 13 fundamental questions such as who will be responsible; what
 14 authorities and resources will be provided to do the work; what
 15 provisions will be made to assure sustainability of the effort; and
 16 how will the state know that it is making the right decisions to
 17 support future business competitive advantages?

18 SEC. 3.— Section 13997.5 is added to the Government Code, to
 19 read:

20 13997.5.— (a) The Secretary of Business, Transportation and
 21 Housing may accept monetary gifts to pay for a part of, or the
 22 entire cost of, developing and updating the California Economic
 23 Development Strategic Plan pursuant to Section 15570. Any
 24 moneys received as a gift pursuant to this section shall be deposited
 25 in the California Economic Development Fund, established
 26 pursuant to Section 13997.6. Records of donations received and
 27 expenditures made pursuant to this section shall be subject to public
 28 disclosure.

29 (b) The secretary shall record each gift received pursuant to this
 30 section, including all of the following information for each gift:

- 31 (1) The donor’s name and the amount of the donation.
- 32 (2) A description of the manner in which the donation was
 33 expended.

34 (c) The secretary shall, within 30 days of receipt of the donation,
 35 provide a copy of the record to the Business, Transportation and
 36 Housing Agency, and the agency shall maintain the record with
 37 its statements of economic interests.

38 SEC. 4.— Section 15570 of the Government Code is repealed.

39 SEC. 5.— Section 15570 is added to the Government Code, to
 40 read:

1 15570. ~~(a) The California Economic Strategy Panel within the~~
2 ~~office of the Secretary of Labor and Workforce Development shall~~
3 ~~research, facilitate outreach, and make policy and fiscal~~
4 ~~recommendations to the Governor and the Legislature on issues~~
5 ~~related to economic and workforce development.~~

6 ~~(b) (1) The panel shall be composed of the following 19~~
7 ~~members:~~

8 ~~(A) The Secretary of Labor and Workforce Development, who~~
9 ~~shall serve as the chairperson of the panel.~~

10 ~~(B) The Secretary of Business, Transportation and Housing.~~

11 ~~(C) The Secretary of Food and Agriculture.~~

12 ~~(D) Eight persons appointed by the Governor, at least one of~~
13 ~~whom shall have a background in economic development.~~

14 ~~(E) The Speaker of the Assembly or his or her designee.~~

15 ~~(F) The President pro Tempore of the Senate or his or her~~
16 ~~designee.~~

17 ~~(G) The Minority Leader of the Assembly or his or her designee.~~

18 ~~(H) The Minority Leader of the Senate or his or her designee.~~

19 ~~(I) One person appointed by the Speaker of the Assembly.~~

20 ~~(J) One person appointed by the Senate Committee on Rules.~~

21 ~~(K) The Director of the Office of Small Business Advocate.~~

22 ~~(L) The Executive Director of the California Council on Science~~
23 ~~and Technology.~~

24 ~~(2) Members of the panel shall be representatives of state~~
25 ~~government, business, economic developers, labor, finance, and~~
26 ~~academic institutions, and shall be broadly reflective of the state's~~
27 ~~population as to gender, ethnicity, and geographic residence within~~
28 ~~California.~~

29 ~~(3) At least one-half of all the persons on the panel shall be from~~
30 ~~the private sector, and at least two appointments shall be from~~
31 ~~private businesses with less than 50 employees. At least two~~
32 ~~appointments shall be from rural areas of the state.~~

33 ~~(4) Beginning January 1, 2010, appointments to the panel shall~~
34 ~~be for four-year terms, except that the Governor's appointments~~
35 ~~made pursuant to subparagraph (D) of paragraph (1) shall be made~~
36 ~~as follows:~~

37 ~~(A) Four members shall be appointed on January 1, 2010, and~~
38 ~~every four years thereafter.~~

39 ~~(B) Four members shall be appointed on January 1, 2010, for a~~
40 ~~two-year term.~~

1 ~~(C) Upon the expiration of the initial appointments made~~
2 ~~pursuant to subparagraph (B), four members shall be appointed~~
3 ~~on January 1, 2012, and every four years thereafter.~~

4 ~~(D) All members of the panel as of January 1, 2016, shall~~
5 ~~continue to serve as members of the panel for the remaining~~
6 ~~duration of their terms.~~

7 ~~(e) In fulfilling the duties described in subdivision (a), the~~
8 ~~secretary shall, working in collaboration with the Secretary of~~
9 ~~Business, Transportation and Housing and the Secretary of Food~~
10 ~~and Agriculture, satisfy all of the requirements of this section.~~

11 ~~(d) Among other activities, the panel shall prepare the California~~
12 ~~Economic Development Strategic Plan. The secretary, working in~~
13 ~~collaboration with the Secretary of Business, Transportation and~~
14 ~~Housing, and the Secretary of Food and Agriculture, shall lead the~~
15 ~~preparation of the plan. The secretaries shall invite businesses,~~
16 ~~labor unions, organizations representing the interests of diverse~~
17 ~~ethnic and gender groups, local government leaders, academic~~
18 ~~economists and business professors, national laboratories, the~~
19 ~~University of California, the California State University, private~~
20 ~~research universities, the California Community Colleges,~~
21 ~~chambers of commerce, business organizations in biotech,~~
22 ~~nanotech, multimedia, information technology, and similar fields,~~
23 ~~government agencies, and key industries to provide advice on~~
24 ~~economic development issues and to contribute to the preparation~~
25 ~~of the recommended economic strategy.~~

26 ~~(e) As part of its deliberations in preparing the California~~
27 ~~Economic Development Strategic Plan, the panel shall, at a~~
28 ~~minimum, include an assessment of the following factors:~~

29 ~~(1) Strengths and weaknesses of the California economy within~~
30 ~~a regional, national, and global context and the state's prospects~~
31 ~~for future economic prosperity, identifying industries and~~
32 ~~businesses in the state's nine regional economies that are significant~~
33 ~~in 2010, and those that are likely to be significant in 2020.~~

34 ~~(2) Current and emerging trends, industries, and services and~~
35 ~~areas of the state, including electronic and surface or air~~
36 ~~transportation logistical capabilities, with a comparative advantage~~
37 ~~to other states and foreign countries. The assessment shall include~~
38 ~~a discussion of the state of innovation in foreign countries and the~~
39 ~~potential impact of the growing innovative capacity of foreign~~
40 ~~countries on the state's ability to compete in the global economy,~~

1 including advantages that businesses, research institutions, and
2 financial sectors in the state could obtain by networking with
3 foreign countries in a smart and productive manner.

4 (3) Effectiveness of California's economic and workforce
5 development programs in creating and retaining jobs, improving
6 productivity, increasing innovation, providing 21st century
7 workforce skills, and attracting industries providing employment
8 within the state's core and emerging industry clusters. The
9 assessment shall also include the ways in which public resources,
10 such as angel capital networks, may be more effectively leveraged
11 to attract additional private investment within the state's
12 communities and small businesses.

13 (4) Adequacy of state and local physical, electronic, and human
14 infrastructure, including digitally related skills, to meet the state's
15 current and future needs. The analysis shall also include a
16 discussion of the appropriate role for state government to improve
17 inadequacies identified in the state's physical and human
18 infrastructure.

19 (5) Government impediments to economic development.

20 (6) The role of innovation in keeping the state's regional vibrant
21 economies, including models and strategies that encourage
22 partnerships among public, academic, and private entities, located
23 in this state or other states, that support the state's core and
24 emerging industries.

25 (7) The unique opportunities and challenges in developing
26 businesses and attracting investment along the state's border areas
27 and in emerging domestic markets.

28 (8) A review of significant literature by the federal government,
29 state governments, foreign countries, and international associations
30 concerning competitive advantages.

31 (f) As part of its deliberations in preparing the California
32 Economic Development Strategic Plan, as well as other projects
33 and activities of the panel, the panel shall, at a minimum, consult
34 with other state entities, including, but not limited to, the Office
35 of Military and Aerospace Support, the California Commission
36 on Industrial Innovation, the California Transportation
37 Commission, the California Workforce Investment Board, the
38 Employment Training Panel, the California Small Business Board,
39 the Small Business Council on Procurement, the office of the
40 Treasurer, the California Organized Investment Network, the

1 Department of Insurance, the California Infrastructure and
2 Economic Development Bank, and the State Energy Resources
3 Conservation and Development Commission.

4 (g) As part of its deliberations in preparing the California
5 Economic Development Strategic Plan, as well as other projects
6 and activities of the panel, the panel shall, at a minimum, review
7 and include, as appropriate, any of the following materials:

8 (1) The most recent version of the State Transportation Plan,
9 including those portions related to trade infrastructure and goods
10 movement.

11 (2) The significant findings and recommendations of the current
12 international trade and foreign investment strategies of the state
13 and of local governments.

14 (3) The findings and recommendations of the Environmental
15 Goals and Policy Report, of energy generation and
16 generation-related reports, and of global warming studies related
17 to the state.

18 (4) The findings and recommendations of the five-year
19 infrastructure plan prepared pursuant to Article 2 (commencing
20 with Section 13100) of Chapter 2 of Part 3.

21 (5) The findings and recommendations of other key stakeholder
22 organizations related to workforce and economic development.

23 (h) Based on the assessment by the panel pursuant to subdivision
24 (e), the California Economic Development Strategic Plan shall
25 include, at a minimum, the following components:

26 (1) Policy goals, objectives, and recommendations required to
27 implement a comprehensive economic and workforce development
28 strategic plan for the state, identifying the priority for each within
29 the overall strategy.

30 (2) Measurable outcomes and timelines for implementing the
31 goals, objectives, and recommendations for the strategic plan
32 showing the way in which key policy development and
33 implementation efforts are coordinated with emerging issues.

34 (3) Identification of impediments to achieving the goals,
35 objectives, and recommendations described in paragraph (1) and
36 the way in which they will delay the state's ability to improve its
37 competitive position.

38 (4) Identification of key stakeholder partnerships to use in
39 implementing the California Economic Development Strategic
40 Plan.

1 ~~(5) Identification of options for funding the goals, objectives,~~
2 ~~and recommendations described in paragraph (1).~~

3 ~~(6) Identification of an organizational structure, including global~~
4 ~~logistical and Internet-based networks, for the implementation of~~
5 ~~the policies, programs, and services recommended in the California~~
6 ~~Economic Development Strategic Plan, including a communication~~
7 ~~plan for key constituencies that details the way in which the plan~~
8 ~~interfaces with private, academic, and private nonprofit~~
9 ~~corporations.~~

10 ~~(i) (1) The panel shall prepare a preliminary California~~
11 ~~Economic Development Strategic Plan and submit it to the~~
12 ~~Governor, the Chief Clerk of the Assembly, and the Secretary of~~
13 ~~the Senate prior to January 1, 2011. The Chief Clerk of the~~
14 ~~Assembly and the Secretary of the Senate shall distribute the~~
15 ~~preliminary strategic plan to the relevant policy and fiscal~~
16 ~~committees of the Legislature.~~

17 ~~(2) Development of the plan pursuant to this subdivision shall~~
18 ~~be funded from private donations.~~

19 ~~(j) The relevant policy and fiscal committees of each house of~~
20 ~~the Legislature shall review the preliminary strategic plan, holding~~
21 ~~hearings within 90 days of the date it is submitted to the~~
22 ~~Legislature. If the preliminary strategic plan is submitted to the~~
23 ~~committees when the Legislature is in recess, the hearings shall~~
24 ~~occur within 90 days of the date that the Members convene. The~~
25 ~~committees may make recommendations to the panel on the~~
26 ~~preliminary strategic plan, and the panel may modify the~~
27 ~~preliminary strategic plan in accordance with those~~
28 ~~recommendations.~~

29 ~~(k) Within five months of the final hearing held by the~~
30 ~~Legislature on the preliminary strategic plan, the panel shall prepare~~
31 ~~the final version of the California Economic Development Strategic~~
32 ~~Plan. The panel, the Secretary of Labor and Workforce~~
33 ~~Development, the Secretary of Business, Transportation and~~
34 ~~Housing, and the Secretary of Food and Agriculture shall post the~~
35 ~~preliminary and the final California Economic Development~~
36 ~~Strategic Plan on their Internet Web sites.~~

37 ~~(l) The panel shall review the California Economic Development~~
38 ~~Strategic Plan within five years of the date it was prepared, and~~
39 ~~every five years thereafter, and update the plan as the panel deems~~

1 appropriate. Nothing in this subdivision prohibits the panel from
2 reviewing or updating the plan more frequently.
3 (m) ~~Beginning October 1, 2011, and biennially thereafter, the~~
4 ~~panel shall report to the Chief Clerk of the Assembly and the~~
5 ~~Secretary of the Senate on its activities during the preceding 24~~
6 ~~months. The Chief Clerk of the Assembly and the Secretary of the~~
7 ~~Senate shall transmit the report to the relevant fiscal and policy~~
8 ~~committees of the Legislature.~~

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